

NEW VISION LEARNING ACADEMY, INC.
MONROE, LOUISIANA

**FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT
WITH SUPPLEMENTAL INFORMATION
As of And for The Year Ended June 30, 2004**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

BY

Release Date 3-23-05

ROSIE D. HARPER
CERTIFIED PUBLIC ACCOUNTANT, LLP

141 DESIARD STREET, SUITE 325
OFFICE 318-387-8008

MONROE, LOUISIANA 71201
FAX 318-387-0806

New Vision Learning Academy, Inc.
MONROE, LOUISIANA

FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT
WITH SUPPLEMENTAL INFORMATION
As of And for The Year Ended June 30, 2004

**New Vision Learning Academy, Inc.
Monroe, Louisiana
Financial Statements
and Independent Auditor's Report
As of and for the Year Ended June 30, 2004**

CONTENTS

	<u>STATEMENTS</u>	<u>PAGE NO.</u>
Independent Auditor's Report		1-2
Financial Statements		
Statement of Financial Position	A	4
Statement of Activities and Changes in Net Assets	B	5
Statement of Cash Flows	C	6
Statement of Functional Expenses	D	7
Notes to the Financial Statements		8-13
Independent Auditor's Report On Compliance And On Internal Control Over Financial Reporting Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards		14-15
Independent Auditor's Report On Compliance With Requirements Applicable To Each Major Program And On Internal Control Over Compliance In Accordance With OMB Circular A-133		16-17
Independent Auditor's Report on Schedule of Expenditure of Federal Awards		18
Supplemental Information:		
Independent Accountant's Report on Applying Agreed-Upon Procedures Schedules Required by State Law (R. S. 24:513-Performance and Statistical Data)		20-24
Schedule 1-General Fund Instructional and Support Expenditures and Certain Local Revenue Sources		25
Schedule 2-Education Levels of Public School Staff		26
Schedule 3-Number and Type of Public Schools		27
Schedule 4-Experience of Public Principals and Full-Time Classroom Teachers		28
Schedule 5-Public School Staff Data		29

New Vision Learning Academy, Inc.
Table of Contents (Continued)

CONTENTS

<u>STATEMENTS</u>	<u>PAGE NO.</u>
Schedule 6-Class Size Characteristics	30
Schedule 7-Louisiana Educational Assessment Program (LEAP) For the 21 st Century	31
Schedule 8-The Graduation Exit Exam for the 21 st Century	32
Schedule 9-The IOWA Tests	33
Schedule 10-Schedule of Assets, Liabilities, and Net Assets	34
Schedule 11-Schedule of Activities and Changes in Net Assets	35
Schedule 12-Schedule of Cash Flows	36
Schedule 13-Schedule of Functional Expenses	37-38
Schedule 14-Schedule of Activities-Budget to Actual	39
Schedule 15-Schedule of Expenditure of Federal Awards	40
Notes to Schedule of Expenditure of Federal Awards	41
Schedule 16-Schedule of Participation and Reimbursement School Lunch Program	42
Schedule 17-Schedule of Findings and Questions Costs	43-44
Schedule of Prior Period Findings	45



ROSIE D. HARPER
Certified Public Accountant LLP

141 DeSiard Street, Suite 325
Monroe, Louisiana 71201

Office 318-387-8008
FAX 318-387-0806

Independent Auditor's Report

To: The Board of Directors
New Vision Learning Academy, Inc.
Monroe, Louisiana

I have audited the accompanying statement of financial position of New Vision Learning Academy, Inc. as of June 30, 2004, and the related statements of activities and cash flows, and functional expenses for the years then ended. These financial statements are the responsibility of New Vision Learning Academy, Inc.'s management. My responsibility is to express an opinion on these financial statements based on my audit.

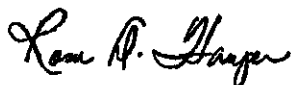
I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of New Vision Learning Academy, Inc. as of June 30, 2004, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated November 22, 2004 on my consideration of New Vision Learning Academy, Inc.'s internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.

INDEPENDENT AUDITOR'S REPORT
(Continued)

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of basic financial statements, and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
November 22, 2004

FINANCIAL STATEMENTS

NEW VISION LEARNING ACADEMY, INC.
Statement of Financial Position
For the Year Ended
June 30, 2004

Statement A

Assets

Cash and Cash Equivalents	\$ 339,406
Grants Receivable	197,934
Fixed Assets (Net of Accumulated Depreciation-Note E)	<u>121,893</u>
Total Assets	<u><u>659,233</u></u>

Liabilities and Net Assets

Liabilities:

Accrued Liabilities	<u>178,701</u>
Total Liabilities	<u><u>178,701</u></u>

Net Assets:

Temporarily Restricted:	480,532
Total Net Assets	<u><u>480,532</u></u>

Total Liabilities and Net Assets	<u><u>\$ 659,233</u></u>
----------------------------------	--------------------------

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Statement of Activities and Changes in Net Assets
For the Year Ended
June 30, 2004

Statement B

UNRESTRICTED NET ASSETS

Support	
Other Revenues	\$ 4,523
Total Support	<u>4,523</u>
 TOTAL UNRESTRICTED SUPPORT	 <u>4,523</u>
 Net Assets Released from Restrictions	
Restrictions Satisfied by Payments	<u>2,123,940</u>
TOTAL UNRESTRICTED SUPPORT AND RECLASSIFICATION	 <u>2,128,463</u>
 Expenses	
Instructional	1,323,204
Support Services	628,317
Operation of Non-Instructional Service	<u>172,419</u>
Total Expenses	<u>2,123,940</u>
Change in Unrestricted Net Assets	<u>4,523</u>

TEMPORARILY RESTRICTED NET ASSETS

Grants	
Federal	
Grants	497,083
Commodities	5,387
State	1,471,639
Local Revenue	16,859
Net Assets Released from Restrictions	
Restrictions Satisfied by Payments	<u>(2,123,940)</u>
Change in Temporarily Restricted Net Assets	<u>(132,972)</u>
 Change in Net Assets	 (128,449)
 Net Assets as of Beginning of Year	 602,892
 Other Changes in Net Assets	
Prior Period Adjustment	<u>6,089</u>
Total Other Changes in Net Assets	<u>6,089</u>
 Net Assets as of End of Year	 <u>\$ 480,532</u>

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.

Statement of Cash Flows

For the Year Ended

June 30, 2004

Statement C

Operating Activities	All Funds
Change in Net Assets	\$ (128,449)
Adjustments to Reconcile Change in Net Assets to Net	
Cash Provided by Operating Activities:	
Depreciation and Amortization	34,397
Increase in Grants Receivable	(104,529)
Increase in Due to DOE	7,982
Increase in Accounts Payable/Accrued Liabilities	26,422
Prior Period Adjustment	6,089
Total Adjustments	<u>(29,639)</u>
Net Cash Provided by Operating Activities	<u>(158,088)</u>
Investing Activities	
Cash Payment for Furniture and Equipment	<u>(65,542)</u>
Net Cash Used by Investing Activities	<u>(65,542)</u>
Net Decrease in Cash and Cash Equivalents	(223,630)
Cash and Cash Equivalents as of Beginning of Year	563,036
Cash and Cash Equivalents as of the End of Year	<u>\$ 339,406</u>

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Statement of Functional Expenses
For the Year Ended
June 30, 2004

Statement D

	Instructional	Support Services Program	Non-Instructional	Total Expenses
Personnel Costs				
Salaries and Wages	\$ 942,684	\$ 160,983	\$ 52,290	\$ 1,155,957
Payroll Taxes and Other Fringe Benefits	205,292	32,691	7,056	245,039
Total Personnel Costs	<u>1,147,976</u>	<u>193,674</u>	<u>59,346</u>	<u>1,400,996</u>
Other Expenses				
Advertising	-	614	-	614
Bank Charges	-	1,004	-	1,004
Building Rental/Lease	-	132,000	-	132,000
Commodities	-	-	5,387	5,387
Custodial Services	-	23,633	-	23,633
Dues and Fees	-	1,879	-	1,879
Depreciation	-	34,397	-	34,397
Food	-	-	101,587	101,587
Materials and Supplies	118,983	16,111	1,307	136,401
Miscellaneous	-	38,265	2,662	40,927
Printing and Binding	-	3,927	-	3,927
Professional Education	-	48,704	-	48,704
Professional and Technical Services	56,245	37,085	-	93,330
Property Insurance	-	10,327	-	10,327
Rental of Equipment	-	-	2,130	2,130
Repairs, Equipment and Maintenance Services	-	8,086	-	8,086
Telephone and Postage	-	7,683	-	7,683
Travel	-	34,878	-	34,878
Utilities	-	36,050	-	36,050
Total Other Expenses	<u>175,228</u>	<u>434,643</u>	<u>113,073</u>	<u>722,944</u>
Total Functional Expenses	<u>\$ 1,323,204</u>	<u>\$ 628,317</u>	<u>\$ 172,419</u>	<u>\$ 2,123,940</u>

See Accompanying Auditor's Report and Notes to Financial Statements.

**New Vision Learning Academy, Inc.
Monroe, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended June 30, 2004**

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The New Vision Learning Academy, Inc. is a private non-profit domiciled in Monroe, Louisiana. The Organization was chartered by the State of Louisiana on September 24, 1998. The Organization is a Type (2) charter school, which operates as an independent public school. The Organization is a private non-profit organization recognized as a tax-exempt (non-profit) organization under section 501 (c)(3) of the Internal Revenue Service Code.

The objectives of the Organization are as follows:

- To enhance the personal growth and educational development of children and through an academically sound program which produces intellectually able, technologically competent, morally stable, psychologically and physically healthy, capable and contributing citizens of the next century;
- To increase the meaningful involvement of parents and the community in the process of educating children;
- To provide service and outreach support and partnerships that will strengthen families and the community.

A Board of Directors consisting of ten (10) members governs the Organization. The Board Members receive no compensation.

Basis of Presentation

For the periods ended June 30, 2004, the Organization followed provisions of Statement of Financial Accounting Standards No. 117, Financial Statements of Not-for-Profit Organizations. Statement No. 117 requires the Organization to distinguish between contributions that increase permanently restricted net assets, temporarily restricted net assets, and unrestricted net assets. It also requires recognition of contributions, including contributed services meeting certain criteria, at fair values. Statement No. 117 establishes standards for general-purpose external financial statements of not-for-profit organizations and requires a statement of financial position, a statement of activities, and a statement of cash flows.

Public Support and Revenue

In order to comply with restrictions, which donors place on grants and other gifts as well as designations made by its governing board, the principles of reporting net assets are used.

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue and public support consists mainly of state and corporate grants, fundraising, and contributions. Grants and other contributions of cash and other assets are reported as permanently restricted or temporarily restricted if they are received with donor restrictions or restrictions designated by the governing board. Contributions are considered to be unrestricted unless restricted by the donor. All assets over which the Board of Directors has discretionary control have been included in the General Fund.

Estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The Organization had no cash equivalents during the audit period. The total cash balances at June 30, 2004, are as follows:

Temporarily Restricted	\$ 339,406
Total Cash	<u>\$ 339,406</u>

Total Columns

Total Columns are presented to facilitate financial analysis. Data in these columns do not present financial position, results of operations and changes in net assets in conformity with General Accepted Accounting Principles. Neither is such data comparable to a consolidation.

NOTE B. RETIREMENT SYSTEMS

Substantially all employees participate in either the Teachers' Retirement System or the Louisiana School Employees' Retirement System, which are cost-sharing, multiple-employer public employee retirement systems (PERS). Benefit provisions are ultimately approved and amended by the Louisiana Legislature. A board of trustees administers both plans. Both TRS and LSERS issue annual financial reports, which include all required disclosures. The reports can be obtained by calling or writing to the following:

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE B. RETIREMENT SYSTEMS (Continued)

Teachers' Retirement System of Louisiana
Post Office Box 94123
Baton Rouge, Louisiana 70804-9123
(504) 925-6446

Louisiana School Employees' Retirement System
Post Office Box 44516
Baton Rouge, Louisiana 70804
(504) 925-6484

One (1) employee is a member of the Louisiana State Employees Retirement System, a cost sharing, and multiple-employer defined benefit pension plan administered by a board of trustees. Required disclosures for the plan for fiscal year 2001-2002 are included in the Louisiana Comprehensive Annual Financial Report prepared by the Louisiana Division of Administration, Post Office Box 94095, Baton Rouge, Louisiana 70804-9095.

NOTE C. ACCRUED LIABILITIES

At June 30, 2004, the Organization had accrued liabilities consisting of the following:

Payable to Vendors	\$	58,254
Payroll Liabilities		112,465
Due to Louisiana		
Department of Education		7,982
Total	\$	<u>178,701</u>

NOTE D. RECEIVABLE-GRANTS

At June 30, 2004 the Organization had grant receivables from the Louisiana Department of Education as follows:

School Lunch Fund	\$	7,064
General Fund		190,870
Total	\$	<u>197,934</u>

NOTE E. FIXED ASSETS

Capital assets are recorded at historical cost and depreciated over their estimated useful lives. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands.

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE E. FIXED ASSETS (Continued)

Appliance, Furniture, and Equipment 3 to 7 years

The following is a summary of appliance, furniture, and equipment as of June 30, 2004:

Appliance, Furniture, and Equipment	\$ 241,147
Less Accumulated Depreciation	<u>(119,254)</u>
Total	<u>\$ 121,893</u>

NOTE F. OPERATING LEASE

The Organization had an operating lease for the periods ending June 30, 2004 for a building and office, which is located at the 507 Swayze Street, Monroe, Louisiana 71201. The Organization entered into a three (3) year lease for the fiscal year ended June 30, 2000 through June 30, 2004 with an option to renew. At the end of the leases, the facility will revert back to the owners.

NOTE G. FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE H. COMPENSATED ABSENCES

All employees of the Organization earn 10 days of sick leave each year. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave of up to 25 days is paid to employees per Louisiana Revised Statute 17:45 at the employees' current rate of pay and all unused sick leave is used in the retirement computation as earned service.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the Organization, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. The Organization's recognition and measurement criteria for compensated absences follow:

GASB Statement No.16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

- A. The employees' right to receive compensation is attributable to services already rendered.

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE H. COMPENSATED ABSENCES (Continued)

- B. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

GASB Statement No. 16 provides that a liability for sick leave should be accrued using one of the following termination approaches:

- A. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals.
- B. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments. The Organization uses this approach to accrue the liability for sick leave.

Sabbatical leave benefits are recorded as expenditures in the period paid.

NOTE I. BUDGET PRACTICES

The Organization prepares an annual budget that is approved by the Board of Directors. As a result, a "budget and actual" comparative statement is presented as supplemental information.

NOTE J. RELATED PARTY TRANSACTIONS

The Organization employs the following relatives in key positions:

Employee	Position	Relationship	Related Party	Position of Related Party
Mansfield, Barbara	Personnel Coordinator	Sister	Mansfield, Andrew	Executive Director
Davis, Andrea	School Report Coordinator	Daughter	Mansfield, Andrew	Executive Director

NOTE K. FUND DESCRIPTIONS

Following SFAS No. 117, the statement of Financial Position focuses on the Organization as a whole. However, the Organization maintained separate funds to account for activities within those funds. The Organizations maintained the following funds for the periods ending June 30, 2004:

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE K. FUND DESCRIPTIONS (Continued)

General Fund

The General Fund is the primary operating fund of the Organization and accounts for all financial resources, except those required to be accounted for in other funds.

Kellogg Fund

The Kellogg fund is used to account for a grant from the Kellogg Foundation, to be used for developing a partnership to strengthen families and communities by improving economic, educational, social and health conditions of low-income residents.

School Lunch Fund

The School Lunch Fund is used to account for sub-grant proceeds from the State of Louisiana Department of Education for providing a nutritionally adequate food service to eligible participants.

NOTE L. PRIOR PERIOD ADJUSTMENT

For the period ending June 30, 2003, a prior period adjustment was made to net assets as follows:

Voided Checks	\$ 8,669
Overstatement of Revenue	<u>(2,580)</u>
Total Prior Period Adjustment	<u>\$ 6,089</u>



ROSIE D. HARPER
Certified Public Accountant LLP

141 DeStard Street, Suite 325
Monroe, Louisiana 71201

Office 318-387-8008
FAX 318-387-0806

**Report On Compliance And On Internal Control Over Financial Reporting Based
On An Audit Of Financial Statements Performed In Accordance With Government
Auditing Standards**

To: The Board of Directors
New Vision Learning Academy, Inc.
Monroe, Louisiana

I have audited the financial statements of New Vision Learning Academy, Inc. as of and for the year ended June 30, 2004, and have issued my report thereon dated November 22, 2004. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether New Vision Learning Academy, Inc.'s financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, I do not express such an opinion. The results of my tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards*, which is described in the accompanying schedule of findings and questioned costs as item Finding 04-01.


Internal Control Over Financial Reporting

In planning and performing my audit, I considered New Vision Learning Academy, Inc.'s internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in

**Report On Compliance And On Internal Control Over Financial Reporting Based
On An Audit Of Financial Statements Performed In Accordance With Government
Auditing Standards (Continued)**

which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, and the Board of Directors, and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Rosie D. Harper
Certified Public Accountant

November 22, 2004
Monroe, Louisiana



ROSIE D. HARPER
Certified Public Accountant LLP

141 DeSiard Street, Suite 325
Monroe, Louisiana 71201

Office 318-387-8008
FAX 318-387-0806

**Report On Compliance With Requirements Applicable To Each Major Program And
Internal Control Over Compliance In Accordance With OMB Circular A-133**

To: The Board of Directors
New Vision Learning Academy, Inc.
Monroe, Louisiana

Compliance

I have audited the compliance of New Vision Learning Academy, Inc. with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2004. New Vision Learning Academy Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of New Vision Learning Academy Inc.'s management. My responsibility is to express an opinion on New Vision Learning Academy Inc.'s compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about New Vision Learning Academy, Inc.'s compliance with those requirements and performing such other procedures, as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination of New Vision Learning Academy, Inc.'s compliance with those requirements.

In my opinion, New Vision Learning Academy, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2004. The results of my auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133.

**Report On Compliance With Requirements Applicable To Each Major Program And
Internal Control Over Compliance In Accordance With OMB Circular A-133 (Continued)**

Internal Control Over Compliance

The management of New Vision Learning Academy, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered New Vision Learning Academy, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management and the Board of Directors, and federal awarding agencies and pass-through entities. This report is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Rosie D. Harper
Certified Public Accountant

November 22, 2004
Monroe, Louisiana



ROSIE D. HARPER
Certified Public Accountant LLP

141 DeSiard Street, Suite 325
Monroe, Louisiana 71201

Office 318-387-8008
FAX 318-387-0806

INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF FEDERAL AWARDS

To: The Board of Directors
New Vision Learning Academy, Inc.
Monroe, Louisiana

I have audited the financial statements of New Vision Learning Academy, Inc. (a non-profit organization) as of and for the year ended June 30, 2004, and have issued my report thereon dated November 22, 2004. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these basic financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

My audit was performed for the purpose of forming an opinion on the basic financial statements of New Vision Learning Academy, Inc. taken as a whole. The accompanying Schedule of Federal Awards is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly presented, in all material respects, in relation to the basic financial statements taken as a whole.

Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
November 22, 2004

SUPPLEMENTAL INFORMATION



ROSIE D. HARPER
Certified Public Accountant LLP

141 DeSiard Street, Suite 325
Monroe, Louisiana 71201

Office 318-387-8008
FAX 318-387-0806

**Independent Accountant's Report
On Applying Agreed-Upon Procedures**

To: The Board of Directors of
New Vision Learning Academy, Inc.
Monroe, Louisiana

I have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of New Vision Learning Academy, Inc. and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of New Vision Learning Academy, Inc. (a Type 2 Charter School) and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

My procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

Procedure #1

I selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

Total General Fund Instructional Expenditures,

Total General Fund Equipment Expenditures,

Total Local Taxation Revenue,

**Independent Accountant's Report
On Applying Agreed-Upon Procedures (Continued)**

Total Local Earnings on Investment in Real Property,

Total State Revenue in Lieu of Taxes,

Nonpublic Textbook Revenue, and

Nonpublic Transportation Revenue.

Additionally, I compared the amounts reported on the schedule to the general ledger trial balance as of June 30, 2004, which supports the amounts in the audited financial statements.

Results of Procedure #1

In performing the testing on the sample of expenditures/revenues, I noted no transactions that were inappropriately classified or were recorded at an inappropriate amount. No differences were noted in comparing the amounts per the schedule to the amounts reported in the June 30, 2004 general ledger trial balances, which support the audited financial statements.

Education Levels of Public School Staff (Schedule 2)

Procedure #2

I reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-Time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1, 2003.

Results of Procedure #2

No differences were noted between the number of full-time classroom teachers per schedule 4 and schedule 2, or between the schedules and the October 1 payroll records.

Procedure #3

I reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-Time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

Results of Procedure #3

No differences were noted between the number of principals and assistant principals per schedule 4 and schedule 2, or between the schedules and the October 1 payroll records.

**Independent Accountant's Report
On Applying Agreed-Upon Procedures (Continued)**

Procedure #4

I obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule. I traced the entire 14 names on the list to the individual's personnel file to determine if the individual's education level was properly classified on the schedule.

Results of Procedure #4

In my test of the 14 employees, no discrepancies existed between the aforementioned listing and the schedule.

Number and Type of Public Schools (Schedule 3)

Procedure #5

I obtained a list of schools by type as reported on the schedule. I compared the list to the schools and grade levels as reported on the National School Lunch Program (CFDA 10.555) application.

Results of Procedure #5

I noted no discrepancies between the schools as listed in the national School Lunch Program application and the list supporting the schools represented in the schedule.

Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)

Procedure #6

I obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2003 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file to determine if the individual's experience was properly classified on the schedule.

Results of Procedure #6

Although the agreed upon procedure was to randomly sample 25 of the teachers on the list, only 14 full-time teachers and 1 principal were employed. In my test of the 14 employees, no discrepancies existed between the aforementioned listing and the schedule.

Public Staff Data (Schedule 5)

Procedure #7

I obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalency status as reported on the

**Independent Accountant's Report
On Applying Agreed-Upon Procedures (Continued)**

schedule. Although the agreed upon procedure was to randomly sample 25 of the teachers on the list, only 14 full-time teachers were employed. From the list, all 14 teachers were selected. For the teachers selected, I observed the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalency status were properly included on the schedule.

Results of Procedure #7

In my sample of the 14 employees, no discrepancies existed between the aforementioned listing and the schedule.

Procedure #8

I recalculated the average salaries and full-time equivalents reported in the schedule.

Results of Procedure #8

I noted no differences between the averages reported on the schedule and my calculations.

Class Size Characteristics (Schedule 6)

Procedure # 9

I obtained a list of teachers and the classes that they teach, with the class size, and reconciled that list to the total classes for each class size category as reported on the schedule. I then traced a random sample of 10 classes to the October 1, 2003 roll books for those classes to determine if the class was properly classified on the schedule.

Results of Procedure #9

The 10 classes for which roll books were observed were properly classified on the schedule.

Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule 7)

Procedure #10

I obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the New Vision Learning Academy, Inc.

Results of Procedure #10

No differences were noted.

**Independent Accountant's Report
On Applying Agreed-Upon Procedures (Continued)**

The Graduation Exit Exam for the 21st Century (Schedule 8)

Procedure #11

I did not perform this procedure because the Graduation Exit Exam does not apply to New Vision Learning Academy, Inc. The highest-grade level is 6.

The Iowa Tests (Schedule 9)

Procedure #12

I obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the New Vision Learning Academy, Inc.

Results of Procedure #12

No differences were noted.

I was not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is intended solely for the use of management of the New Vision Learning Academy, Inc.'s Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as public document.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
November 22, 2004

**General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2004**

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 942,684	
Other Instructional Staff Activities	-	
Employee Benefits	205,292	
Purchased Professional and Technical Services	56,245	
Instructional Materials and Supplies	118,983	
Instructional Equipment	65,542	
Total Teacher and Student Interaction Activities		\$ 1,388,746
Other Instructional Activities		-
Total General Fund Instructional Expenditures		\$ 1,388,746

Pupil Support Activities	38,815	
Less: Equipment for Pupil Support	-	
Net Pupil Support Activities		\$ 38,815

Instructional Staff Services	48,704	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services		\$ 48,704

Total General Fund Instructional and Support Expenditures		\$ 1,476,265
---	--	--------------

General Equipment Expenditures		-
Total General Fund Instructional, Support and Equipment Expenditures		\$ 1,476,265

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ -
Renewable Ad Valorem Tax	-
Debt Service Ad Valorem Tax	-
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	-
Sales and Use Taxes	-
Total Local Taxation Revenue	\$ -

Local Earnings on Investment in Real Property:

Earnings from 16th Section Property	-
Earnings from Other Real Property	-
Total Local Earnings on Investment in Real Property	\$ -

State Revenue in Lieu of Taxes:

Revenue Sharing-Constitutional Tax	-
Revenue Sharing-Other Taxes	-
Revenue Sharing-Excess Portion	-
Other Revenue in Lieu of Taxes	-
Total State Revenue in Lieu of Taxes	\$ -

Nonpublic Textbook Revenue	\$ -
Nonpublic Transportation Revenue	\$ -

Education Levels of Public School Staff
As of October 1, 2003

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	0	0	0	0	0	0	0	0
Bachelor's Degree	10	71%	0	0	0	0	0	0
Master's Degree	2	14%	0	0	0	0	1	50%
Master's Degree + 30	2	14%	0	0	0	0	0	0
Specialist in Education	0	0	0	0	0	0	0	0
Ph. D. or Ed. D.	0	0	0	0	0	0	1	50%
Total	14	100%	0	0	0	0	2	100%

**Number and Type of Public Schools
For the Year Ended June 30, 2004**

Type	Number
Elementary	1
Middle/Jr. High	
Secondary	
Combination	
Total	1

Note: Schools opened or closed during the fiscal year are included in this schedule.

Experience of Public Principals and Full-time Classroom Teachers
As of October 1, 2003

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	0	0	1	0	0	0	0	1
Principals	0	0	0	0	0	0	1	1
Classroom Teachers	2	2	4	1	0	2	4	15
Total	2	2	5	1	0	2	5	17

Public School Staff Data
For the Years Ended June 30, 2004

	All Classroom Teachers	Classroom Teachers Excluding ROTC Rehired Retirees
Average Classroom Teachers' Salary Including Extra Compensation	64,375	\$ 64,375
Average Classroom Teachers' Salary Excluding Extra Compensation	57,235	\$ 57,235
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salary	14	14

Note: Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of a federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

Class Size Characteristics
As of October 1, 2003

School Type	Class Size Range							
	1-20		21-26		27-33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	93%	13	7%	1	0	0	0	0
Elementary Activity Classes	93%	13	7%	1	0	0	0	0
Middle/Jr. High	0	0	0	0	0	0	0	0
Middle/Jr. High Activity Classes	0	0	0	0	0	0	0	0
High	0	0	0	0	0	0	0	0
High Activity Classes	0	0	0	0	0	0	0	0
Combination	0	0	0	0	0	0	0	0
Combination Activity Classes	0	0	0	0	0	0	0	0

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

Louisiana Educational Assessment Program (LEAP) for the 21st Century
For the Years Ended June 30, 2004

District Achievement Level Results	English Language Arts				Mathematics			
	2004		2003		2004		2003	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4								
Advanced	0	0	0	0%	1	4%	0	0
Proficient/Mastery	7	25%	4	13%	1	4%	2	6
Basic	10	36%	15	48%	13	46%	10	32%
Approaching Basic	8	29%	10	32%	6	21%	9	29%
Unsatisfactory	3	11%	2	6%	7	25%	10	32%
Total	28	100%	31	100%	28	100%	31	100%

District Achievement Level Results	Science				Social Studies			
	2004		2003		2004		2003	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4								
Advanced	0	0	0	0	0	0	0	0
Proficient/Mastery	2	7%	1	3	4	14%	1	3
Basic	16	57%	3	10%	13	46%	12	39%
Approaching Basic	8	29%	22	71%	5	18%	12	39%
Unsatisfactory	2	7%	5	16%	6	21%	6	19%
Total	28	100%	31	100%	28	100%	31	100%

The Graduation Exit Exam for the 21st Century*
For the Years Ended June 30, 2004

District Achievement Level Results	English Language Arts				Mathematics			
	2004		2003		2004		2003	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10	0	0	0	0	0	0	0	0
Advanced	0	0	0	0	0	0	0	0
Proficient	0	0	0	0	0	0	0	0
Basic	0	0	0	0	0	0	0	0
Approaching Basic	0	0	0	0	0	0	0	0
Unsatisfactory	0	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0	0

District Achievement Level Results	Science				Social Studies			
	2004		2003		2004		2003	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10	0	0	0	0	0	0	0	0
Advanced	0	0	0	0	0	0	0	0
Proficient	0	0	0	0	0	0	0	0
Basic	0	0	0	0	0	0	0	0
Approaching Basic	0	0	0	0	0	0	0	0
Unsatisfactory	0	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0	0

**The IOWA Tests
For the Years Ended June 30, 2004**

	Composite		
	2004	2003	2002
Test of Basic Skills (TBBS)			
Grade 3	64	45	39
Grade 5	50	44	36
Grade 6	33	36	35
Grade 7		n/a	n/a
Tests of Educational Development (TED)			
Grade 9	n/a	n/a	n/a

Note: Scores are reported by National Percentile Rank. A student's National Percentile Rank shows the student's relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. For example, a student with a score of 72 indicates that the student scored the same or better than 72 percent of the students in the norm group.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Assets, Liabilities, and Net Assets
For the Year Ended
June 30, 2004

Schedule 10

Assets	General Fund	School Lunch Fund	Kellogg Fund	Total All Funds
Cash and Cash Equivalents	\$ 187,783	\$ 116,923	\$ 34,700	\$ 339,406
Grants Receivables	190,872	7,062	-	197,934
Fixed Assets (Net of Accumulated Depreciation-Note E)	121,893	-	-	121,893
Total Assets	<u>500,548</u>	<u>123,985</u>	<u>34,700</u>	<u>659,233</u>
Liabilities and Net Assets				
Liabilities:				
Accrued Liabilities	<u>178,701</u>	<u>-</u>	<u>-</u>	<u>178,701</u>
Total Liabilities	<u>178,701</u>	<u>-</u>	<u>-</u>	<u>178,701</u>
 Temporarily Restricted	 <u>321,847</u>	 <u>123,985</u>	 <u>34,700</u>	 <u>480,532</u>
 Total Net Assets	 <u>321,847</u>	 <u>123,985</u>	 <u>34,700</u>	 <u>480,532</u>
 Total Liabilities and Net Assets	 <u>\$ 500,548</u>	 <u>\$ 123,985</u>	 <u>\$ 34,700</u>	 <u>\$ 659,233</u>

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Activities and Changes in Net Assets
For the Year Ended
June 30, 2004

	General Fund	School Lunch Fund	Kellogg Fund	Total All Funds
UNRESTRICTED NET ASSETS				
Support				
Other Revenues	\$ 4,523	\$ -	\$ -	\$ 4,523
Total Other Support	4,523	-	-	4,523
TOTAL UNRESTRICTED SUPPORT	4,523	-	-	4,523
Net Assets Released from Restrictions				
Restrictions Satisfied by Payments	1,951,521	172,419	-	2,123,940
TOTAL UNRESTRICTED SUPPORT AND RECLASSIFICATION	1,956,044	172,419	-	2,128,463
Expenses				
Instructional	1,323,204	-	-	1,323,204
Support Services Programs	628,317	-	-	628,317
Operation of Non Instructional Service	-	172,419	-	172,419
Total Expenses	1,951,521	172,419	-	2,123,940
Change in Unrestricted Net Assets	4,523	-	-	4,523
TEMPORARILY RESTRICTED NET ASSETS				
Grants				
Federal				
Grants	376,492	120,591	-	497,083
Commodities	-	5,387	-	5,387
State	1,471,639	-	-	1,471,639
Local Revenue	-	16,859	-	16,859
Net Assets Released from Restrictions				
Restrictions Satisfied by Payments	(1,951,521)	(172,419)	-	(2,123,940)
Change in Temporarily Restricted Net Assets	(103,390)	(29,582)	-	(132,972)
Excess (Deficiency) of Revenues Over Expenditures	(98,867)	(29,582)	-	(128,449)
Other Financing Sources (Uses)				
Transfers In (Out)	(34,060)	34,060	-	-
Total Other Financing Sources and Uses	(34,060)	34,060	-	-
Change in Net Assets	(132,927)	4,478	-	(128,449)
Net Assets as of Beginning of Year	457,354	115,638	29,900	602,892
Other Changes in Net Assets				
Prior Period Changes	(2,580)	3,869	4,800	6,089
Total Other Changes in Net Assets	(2,580)	3,869	4,800	6,089
Net Assets as of End of Year	\$ 321,847	\$ 123,985	\$ 34,700	\$ 480,532

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Cash Flows
For the Year Ended
June 30, 2004

Schedule 12

	General Fund	School Lunch Fund	Kellogg Fund	Total All Funds
Operating Activities				
Change in Net Assets	\$ (132,927)	\$ 4,478	\$ -	\$ (128,449)
Adjustments to Reconcile Change in Net Assets to Net Cash provided by Operating Activities:				
Depreciation and Amortization	34,397	-	-	34,397
Decrease (increase) in Grants Receivable	(102,891)	(1,638)	-	(104,529)
Increase (decrease) in Due to DOE	7,982	-	-	7,982
Increase (decrease) in Accounts Payable/Accrued Liabilities	26,422	-	-	26,422
Prior Period Adjustment	(2,580)	3,869	4,800	6,089
Total Adjustments	(36,670)	2,231	4,800	(29,639)
Net Cash Provided by Operating Activities	(169,597)	6,709	4,800	(158,088)
Investing Activities				
Cash Payment for Furniture and Equipment	(65,542)	-	-	(65,542)
Net Cash Used by Investing Activities	(65,542)	-	-	(65,542)
Net Increase (decrease) in Cash and Equivalents	(235,139)	6,709	4,800	(223,630)
Cash and Cash Equivalents as of Beginning of Year	422,922	110,214	29,900	563,036
Cash and Cash Equivalents as of the End of Year	<u>\$ 187,783</u>	<u>\$ 116,923</u>	<u>\$ 34,700</u>	<u>\$ 339,406</u>

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Functional Expenses
For the Year Ended
June 30, 2004

Schedule 13

	<u>General Fund</u>	<u>School Lunch Fund</u>	<u>Kellogg Fund</u>	<u>All Funds</u>
Instructional				
Regular Programs				
Personnel Costs				
Salaries and Wages	\$ 648,814	\$ -	\$ -	\$ 648,814
Payroll Taxes and Other Fringe Benefits	147,094	-	-	147,094
Total Personnel Costs-Regular Program	<u>795,908</u>	<u>-</u>	<u>-</u>	<u>795,908</u>
Other Regular Program				
Instructional Supplies	118,983	-	-	118,983
Professional and Technical Services	56,245	-	-	56,245
Travel	-	-	-	-
Total Other Regular Program	<u>175,228</u>	<u>-</u>	<u>-</u>	<u>175,228</u>
Total Regular Program	<u>971,136</u>	<u>-</u>	<u>-</u>	<u>971,136</u>
Special Education Programs				
Personnel Costs				
Salaries and Wages	\$ 293,870	\$ -	\$ -	\$ 293,870
Payroll Taxes and Other Fringe Benefits	58,198	-	-	58,198
Total Personnel Costs-Special Education Program	<u>352,068</u>	<u>-</u>	<u>-</u>	<u>352,068</u>
Total Special Education Program	<u>352,068</u>	<u>-</u>	<u>-</u>	<u>352,068</u>
Total Instructional	<u>1,323,204</u>	<u>-</u>	<u>-</u>	<u>1,323,204</u>
Support Services Programs				
Pupil Support Services				
Material and Supplies	872	-	-	872
Miscellaneous	35,328	-	-	35,328
Professional and Technical Services	2,615	-	-	2,615
Total Pupil Support Services	<u>38,815</u>	<u>-</u>	<u>-</u>	<u>38,815</u>
Instructional Staff Services				
Professional Education	48,704	-	-	48,704
Total Instructional Staff Services	<u>48,704</u>	<u>-</u>	<u>-</u>	<u>48,704</u>
School Administration				
Personnel Costs				
Salaries and Wages	160,983	-	-	160,983
Payroll Taxes and Other Fringe Benefits	32,691	-	-	32,691
Total Personnel Costs-School Administration	<u>193,674</u>	<u>-</u>	<u>-</u>	<u>193,674</u>
Other School Administration				
Dues and Fees	1,879	-	-	1,879
Miscellaneous	1,755	-	-	1,755
Travel	34,878	-	-	34,878
Total Other School Administration	<u>38,512</u>	<u>-</u>	<u>-</u>	<u>38,512</u>
Total School Administration	<u>232,186</u>	<u>-</u>	<u>-</u>	<u>232,186</u>

NEW VISION LEARNING ACADEMY, INC.
Schedule of Functional Expenses
For the Year Ended
June 30, 2004

Schedule 13 (Continued)

	General Fund	School Lunch Fund	Kellogg Fund	All Funds
Business Services				
Advertising	614	-	-	614
Bank Charges	1,004	-	-	1,004
Materials and Supplies	15,084	-	-	15,084
Miscellaneous	1,182	-	-	1,182
Postage and Delivery	2,038	-	-	2,038
Professional	34,470	-	-	34,470
Printing and Binding	3,927	-	-	3,927
Total Business Services	58,319	-	-	58,319
Operational and Maintenance of Plant Services				
Building Rental/Lease	132,000	-	-	132,000
Custodial Services	23,633	-	-	23,633
Depreciation	34,397	-	-	34,397
Materials and Supplies	155	-	-	155
Property Insurance	10,327	-	-	10,327
Repairs, Equipment, and Maintenance Services	8,086	-	-	8,086
Telephone	5,645	-	-	5,645
Utilities	36,050	-	-	36,050
Total Operational and Maintenance of Plant Services	250,293	-	-	250,293
Total Support Services Program	628,317	-	-	628,317
Non-Instructional				
Personnel Costs				
Food Service Operations				
Salaries and Wages	-	52,290	-	52,290
Payroll Taxes and Other Fringe Benefits	-	7,056	-	7,056
Total Personnel Costs-Food Service	-	59,346	-	59,346
Other Food Service Operations				
Commodities	-	5,387	-	5,387
Equipment Rental	-	2,130	-	2,130
Food	-	101,587	-	101,587
Material and Supplies	-	1,307	-	1,307
Miscellaneous	-	2,662	-	2,662
Total Other Food Services	-	113,073	-	113,073
Total Food Service Operations	-	172,419	-	172,419
Total Non-Instructional	-	172,419	-	172,419
Total Functional Expenses	\$ 1,951,521	\$ 172,419	\$ -	\$ 2,123,940

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Activities-Budget to Actual
For the Year Ended
June 30, 2004

Schedule 14

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenue			
State	\$ 1,637,348	\$ 1,471,639	\$ 165,709
Local	29,500	21,382	8,118
Federal	473,000	502,470	(29,470)
Other Sources (Funds in Bank at Year End)	627,168	567,836	59,332
Total Revenue	<u>\$ 2,767,016</u>	<u>\$ 2,563,327</u>	<u>\$ 203,689</u>
Expenditures			
Personnel Costs			
Salaries and Wages	\$ 1,355,000	\$ 1,155,957	\$ 199,043
Payroll Taxes and Other Fringe Benefits	355,000	245,039	109,961
Total Personnel Costs	<u>1,710,000</u>	<u>1,400,996</u>	<u>309,004</u>
Other Expenditures			
Professional and Technical Services	250,000	93,330	156,670
Purchased Property Services	229,000	203,664	25,336
Other Purchased Services	340,000	136,979	203,021
Supplies	195,000	288,970	(93,970)
Property	25,000	65,542	(40,542)
Other Objects	30,000	-	30,000
Total Other Expenditures	<u>1,069,000</u>	<u>788,485</u>	<u>280,515</u>
Total Expenditures	<u>\$ 2,779,000</u>	<u>\$ 2,189,481</u>	<u>\$ 589,519</u>

See Accompanying Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Expenditure of Federal Awards
For the Year Ended June 30, 2004

SOURCE OF FEDERAL ASSISTANCE AGENCY	FEDERAL C.F.D.A. NUMBER	2004	
		REVENUE RECOGNIZED	EXPENDITURES
UNITED STATES DEPARTMENT OF AGRICULTURE			
Passed through the State of Louisiana			
Department of Education			
National School Lunch Program	10.555	\$ 94,210	\$ 94,210
School Breakfast Program	10.553	26,381	26,381
Passed through the State of Louisiana			
Department of Agriculture and Forestry			
Food Distribution Program (Commodities)	10.565	5,387	5,387
TOTAL UNITED STATES DEPARTMENT OF AGRICULTURE (Nonmajor)		\$ 125,978	\$ 125,978
UNITED STATES DEPARTMENT OF EDUCATION			
Passed through the State of Louisiana			
Department of Education			
School Renovation	84.352	\$ 132,667	\$ 132,667
Title I Grants to Local Educational Agencies	84.010	37,034	37,034
Title II Teacher & Principal Training & Recruiting Fund	84.367	21,074	21,074
Title V Innovative Education Program Strategies	84.298	1,473	1,473
Special Education Grants to States	84.027	11,771	11,771
Special Education-Pre-school	84.173	12,860	12,860
School Improvement	84.332	2,502	2,502
TANF	93.558	157,111	157,111
TOTAL UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (MAJOR)		\$ 376,492	\$ 376,492
TOTAL FEDERAL ASSISTANCE		\$ 502,470	\$ 502,470

During the course of the audit, uses and restrictions and eligibility requirements were tested for each of the above federal grants. There were no instances of noncompliance or unallowable cost.

See Accompanying Auditor's Report and Notes to Financial Statements.

NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS

NOTE A. BASIS OF PRESENTATION

The accompanying Schedule of Expenditure of Federal Awards includes the federal grant activity of New Vision Learning Academy, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular-133, "Audits of States, Local Governments, and Non-Profit Organizations." Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B. FOOD DISTRIBUTION

Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

New Vision Learning Academy
School Lunch Program
Schedule of Participation and Reimbursement
June 30, 2004

Schedule 16

July-Dec Jan-June Month	BREAKFAST							
	\$ 0.22		\$ 0.90		\$ 1.20		Total Meals	Total Reimb
	Paid Meals	Rate	Reduced Meals	Rate	Free Meals	Rate		
Jul-03	115	25.30	110	99.00	429	514.80	654	639.10
Aug-03	193	42.46	124	111.60	1,434	1,720.80	1,751	1,874.86
Sep-03	318	69.96	159	143.10	2,362	2,834.40	2,839	3,047.46
Oct-03	409	89.98	227	204.30	2,554	3,064.80	3,190	3,359.08
Nov-03	267	58.74	111	99.90	1,665	1,998.00	2,043	2,156.64
Dec-03	222	48.84	75	67.50	1,491	1,789.20	1,788	1,905.54
Jan-04	330	72.60	94	84.60	1,783	2,139.60	2,207	2,296.80
Feb-04	307	67.54	89	80.10	1,858	2,229.60	2,254	2,377.24
Mar-04	401	88.22	127	114.30	2,021	2,425.20	2,549	2,627.72
Apr-04	327	71.94	110	99.00	1,696	2,035.20	2,133	2,206.14
May-04	320	70.40	109	98.10	1,802	2,162.40	2,231	2,330.90
Jun-04	190	41.80	125	112.50	1,171	1,405.20	1,486	1,559.50
Total	3,284	\$ 747.78	1,460	\$ 1,314.00	20,266	\$ 24,319.20	25,125	\$ 26,380.98

July-Dec Jan-June Month	LUNCHES							
	\$ 0.23		\$ 1.58		\$ 1.98		Total Meals	Total Reimb
	Paid Meals	Rate	Reduced Meals	Rate	Free Meals	Rate		
Jul-03	1,814	417.22	292	461.36	1,130	2,237.40	3,236	3,115.98
Aug-03	3,498	804.54	253	399.74	2,751	5,446.98	6,502	6,631.26
Sep-03	4,966	1,142.18	375	592.50	3,821	7,565.58	9,162	9,300.26
Oct-03	5,251	1,207.73	415	653.70	4,035	7,989.30	9,701	9,852.73
Nov-03	3,414	785.22	259	409.22	2,621	5,189.58	6,294	6,384.02
Dec-03	3,490	802.70	246	388.68	2,681	5,308.38	6,417	6,499.76
Jan-04	4,345	999.33	316	499.28	3,327	6,587.46	7,988	8,086.09
Feb-04	4,314	992.22	314	496.12	3,285	6,504.30	7,913	7,992.64
Mar-04	4,619	1,062.37	350	553.00	3,496	6,922.08	8,465	8,537.45
Apr-04	3,911	899.53	302	477.16	2,950	5,841.00	7,163	7,217.69
May-04	4,243	975.89	331	522.98	3,169	6,274.62	7,743	7,773.49
Jun-04	3,031	697.13	234	369.72	2,241	4,437.18	5,506	5,504.03
Total	45,082	\$ 10,786.08	3,687	\$ 5,823.46	35,507	\$ 70,303.86	86,090	\$ 86,915.40

July-Dec Jan-June Month	SNACKS							
	\$ 0.05		\$ 0.30		\$ 0.60		Total Snacks	Total Reimb
	Paid Snacks	Rate	Reduced Snacks	Rate	Free Snacks	Rate		
Jul-03	-	-	-	-	-	-	-	3,755.08
Aug-03	-	-	-	-	-	-	-	8,526.12
Sep-03	239	11.95	116	34.80	1,181	708.60	1,536	13,103.07
Oct-03	406	20.30	208	62.40	2,043	1,225.80	2,657	14,520.31
Nov-03	252	12.60	153	45.90	1,304	782.40	1,709	9,381.56
Dec-03	229	11.45	121	36.30	1,201	720.60	1,551	9,173.65
Jan-04	325	16.25	120	36.00	1,451	870.60	1,896	11,305.74
Feb-04	354	17.70	129	38.70	1,454	872.40	1,937	11,298.68
Mar-04	410	20.50	147	44.10	1,599	959.40	2,156	12,189.17
Apr-04	315	15.75	107	32.10	1,164	698.40	1,586	10,170.08
May-04	-	-	-	-	-	-	-	10,104.39
Jun-04	-	-	-	-	-	-	-	7,063.53
Total	2,530	\$ 126.50	1,101	\$ 330.30	11,397	\$ 6,838.20	15,028	\$ 7,295.00

Reimbursement	\$120,591.38
Total Reimbursement Received	120,591.38
Total Eligible Reimbursement	(120,591.38)
Difference	\$ -

**NEW VISION LEARNING ACADEMY, INC.
YEAR ENDED JUNE 30, 2004
SCHEDULE OF FINDINGS AND QUESTIONS COSTS**

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of New Vision Learning Academy, Inc.
2. One reportable condition disclosed during the audit of the financial statements is reported in the Schedule of Findings and Questioned Costs.
3. No instances of noncompliance material to the financial statements of New Vision Learning Academy, Inc. were disclosed during the audit.
4. The auditor's report on compliance for the major federal award programs for New Vision Learning Academy, Inc. expresses an unqualified opinion on all major federal programs.
5. No audit findings relative to the major federal award programs for New Vision Learning Academy, Inc. are reported in this Schedule.
6. The funds were received from the following United States Departments and were combined in the biennial audit and audited as major or non-major programs for the fiscal year ending June 30, 2004:

United States Department of Agriculture (Non-Major)

CFDA

10.555

10.553

10.565

PROGRAM

National School Lunch Program

School Breakfast Program

Food Distribution Program

United States Department of Education (Major)

CDFA

84.352

84.010

84.027

84.367

93.558

84.298

84.173

84.332

PROGRAM

School Renovation

Title I Grants to Local Educational Agencies

Special Education Grants to States

Title II Teacher & Principal Training &
Recruiting Fund

Temporary Assistance for Needy Families
(TANF)

Title V Innovative Education Program
Strategies

Special Education-Preschool

School Improvement

7. The threshold for distinguishing Types A and B programs were as follows:

Type A

The larger of \$300,000 or 3% (.003) of total federal awards expended.

Type B

The larger of \$100,000 or .3% (.003) of total federal awards expended.

8. For the period ending June 30, 2004, New Vision Learning Academy, Inc. qualified as a "low-risk auditee," because it met all of the criteria for a low-risk auditee as specified in OMB Circular A-133 Section 530.

FINDINGS-FINANCIAL STATEMENTS AUDIT

REPORTABLE CONDITIONS

Finding 04-01-Untimely Reporting and Inaccurate Annual Financial Report

According to the Revised Statutes 17:25 (A) (2) and 17:92 mandate that local school systems provide the Annual Financial Report (AFR) to the Louisiana Department of Education no later than September 30 each year. Districts should place emphasis on providing the Department with *accurate and complete* financial data. The Annual Financial Report was summated to the Louisiana Department of Education after September 30. Additionally, several line items did not reconcile back to the general ledger.

Recommendation

The Organization should comply with timely reporting requirements for the AFR according to the Revised Statutes 17:25 (A) (2) and 17:92. The AFR should reconcile to the general ledger.

Management Response

Management will comply with timely reporting requirements for the AFR according to the Revised Statutes 17:25 (A) (2) and 17:92. In the future, the AFR will reconcile to the general ledger.

QUESTIONED COSTS

There were no questioned costs.

**NEW VISION LEARNING ACADEMY, INC.
YEAR ENDED JUNE 30, 2004
SCHEDULE OF PRIOR PERIOD FINDINGS**

FINDINGS-FINANCIAL STATEMENTS AUDIT

REPORTABLE CONDITIONS

Finding 03-01-Open Meeting (Repeat Finding)

According to Louisiana R.S. 42:4.1 through 42:13, the School is required to conduct open and public meetings which should be announced publicly by written notice no later than twenty four hours before the meeting. The notice is required to include the dates, times, and places of such meetings. The School did not give written notices of the board meetings held during fiscal year ended June 30, 2004.

STATUS: CLEARED